Institute Working Papers Issued in 2014

Working papers can be found online at www.dallasfed.org/institute/wpapers/index.cfm.

No. 167
The Boy Who Cried Bubble: Public Warnings against Riding Bubbles
Yasushi Asako and Kozo Ueda

No. 168
Vertical Integration and Supplier Finance
Erasmus Kersting and Holger Görg

No. 169
A Contribution to the Chronology of Turning Points in Global Economic Activity (1980–2012)
Valerie Grossman, Adrienne Mack and Enrique Martinez-Garcia

No. 170
Monetary Policy Shocks and Foreign Investment Income: Evidence from a Large Bayesian VAR
Simone Auer

No. 171
Capital Controls as an Instrument of Monetary Policy
Scott Davis and Ignacio Presno

No. 172
Trade Linkages and the Globalisation of Inflation in Asia and the Pacific
Raphael Auer and Aaron Mehrotra

No. 173
Minimum Wages and Firm Employment: Evidence from China
Yi Huang, Prakash Loungani and Gewei Wang

No. 174
Inflation Targeting and the Anchoring of Inflation Expectations: Cross-country Evidence from Consensus Forecasts
J. Scott Davis

No. 175
Banking on Seniority: The IMF and the Sovereign’s Creditors
Aitor Erce

No. 176
What Drives the German Current Account? And How Does it Affect Other EU Member States?
Robert Kollmann, Marco Ratto, Werner Roeger, Jan In’t Veld and Lukas Vogel

No. 177
Error Correction Dynamics of House Prices: An Equilibrium Benchmark
Charles Ka Yui Leung

No. 178
Credit Booms, Banking Crises, and the Current Account
J. Scott Davis, Adrienne Mack, Wesley Phoa and Anne Vandenabeele

No. 179
The Role of Direct Flights in Trade Costs
Domit Yilmazkuday and Hakan Yilmazkuday

No. 180
Theory and Practice of GVAR Modeling
Alexander Chudik and M. Hashem Pesaran

No. 181
International Capital Flows and the Boom-Bust Cycle in Spain
Jan In’t Veld, Robert Kollmann, Beatrice Pataracchia, Marco Ratto and Werner Roeger

No. 182
Very Long-Run Discount Rates
Stefano Giglio, Matteo Maggiori and Johannes Stroebel

No. 183
Capital Goods Trade and Economic Development
Piyusha Mutreja, B. Ravikumar and Michael Sposi

No. 184
Bank Crises and Sovereign Defaults in Emerging Markets: Exploring the Links
Irina Balteanu and Aitor Erce

No. 185
Learning to Export from Neighbors
Ana Fernandez and Heiwai Tang

No. 186
The Domestic Segment of Global Supply Chains in China under State Capitalism
Heiwai Tang, Fei Wang and Zhi Wang

No. 187
Pricing-to-Market and Optimal Interest Rate Policy
Dudley Cooke

No. 188
The Redistributional Consequences of Tax Reform Under Financial Integration
Aysa Kabukçuoglu

No. 189
Assessing Bayesian Model Comparison in Small Samples
Enrique Martinez-Garcia and Mark A. Wynne

No. 190
Technical Note on “Assessing Bayesian Model Comparison in Small Samples”
Enrique Martinez-Garcia and Mark A. Wynne

No. 191
Benefits of Foreign Ownership: Evidence from Foreign Direct Investment in China
Jian Wang and Xiao Wang

No. 192
Trade Partner Diversification and Growth: How Trade Links Matter
Ali Sina Onder and Hakan Yilmazkuday

No. 193
What Drives Housing Dynamics in China? A Sign Restrictions VAR Approach
Timothy Yang Bian and Pedro Gete
No. 194
Working Less and Bargain Hunting More: Macro Implications of Sales during Japan’s Lost Decades
Nao Sudo, Kozo Ueda, Kota Watanabe and Tsutomu Watanabe

No. 195
Doctrinal Determinants, Domestic and International, of Federal Reserve Policy 1914–1933
Barry Eichengreen

No. 196
Real Exchange Rate and Sectoral Productivity in the Eurozone
Martin Berka, Michael B. Devereux and Charles Engel

No. 197
International Financial Integration and Crisis Contagion
Michael B. Devereux and Changhua Yu

No. 198
Exchange Rate Flexibility under the Zero Lower Bound
David Cook and Michael B. Devereux

No. 199
Intra-Safe Haven Currency Behavior During the Global Financial Crisis
Rasmus Fatum and Yohei Yamamoto

No. 200
The Federal Reserve in a Globalized World Economy
John B. Taylor

No. 201
Stability or Upheaval? The Currency Composition of International Reserves in the Long Run
Barry Eichengreen, Livia Chitu and Arnaud Mehl

No. 202
A Threshold Model of the U.S. Current Account
Roberto Duncan

No. 203
The International Monetary and Financial System: Its Achilles Heel and What to Do About It
Claudio Borio

No. 204
The International Monetary and Financial System: A Capital Account Historical Perspective
Claudio Borio, Harold James and Hyun Song Shin

No. 205
Mark A. Carlson and David C. Wheelock

No. 206
Federal Reserve Policy and Bretton Woods
Michael D. Bordo and Owen F. Humpage

No. 207
Can Interest Rate Factors Explain Exchange Rate Fluctuations?
Julieta Yong

No. 208
No Price Like Home: Global House Prices, 1870–2012
Katharina Knoll, Moritz Schularick and Thomas Steger

No. 209
Unprecedented Actions: The Federal Reserve’s Response to the Global Financial Crisis in Historical Perspective
Frederic S. Mishkin and Eugene N. White

No. 210
Edwin M. Truman

No. 211
Hot Money and Quantitative Easing: The Spillover Effects of U.S. Monetary Policy on Chinese Housing, Equity and Loan Markets
Steven Wei Ho, Ji Zhang and Hao Zhou

No. 212
Exchange Rates Dynamics with Long-Run Risk and Recursive Preferences
Robert Kollmann

No. 213
A Multi-Country Approach to Forecasting Output Growth Using PMIs
Alexander Chudik, Valerie Grossman and M. Hashem Pesaran

No. 214
The Macroeconomic Effects of Debt- and Equity-Based Capital Inflows
J. Scott Davis

No. 215
Geographic Barriers to Commodity Price Integration: Evidence from U.S. Cities and Swedish Towns, 1732–1860
Mario J. Crucini and Gregor W. Smith

No. 216
Noisy Information, Distance and Law of One Price Dynamics Across U.S. Cities
Mario J. Crucini, Mototsugu Shintani and Takayuki Tsuruga

No. 217
Trends and Cycles in Small Open Economies: Making the Case for a General Equilibrium Approach
Kan Chen and Mario Crucini

No. 218
Aging and Deflation from a Fiscal Perspective
Mitsuru Katagiri, Hideki Konishi and Kozo Ueda

No. 219
The Role of Two Frictions in Geographic Price Dispersion: When Market Friction Meets Nominal Rigidity
Chi-Young Choi and Horag Choi

No. 220
Japan’s Financial Crises and Lost Decades
Naohisa Hirakata, Nao Sudo, Ikuo Takei and Kozo Ueda